

FILED

JAN 14 2015

AO 245B (Rev. 09/14) Judgment in a Criminal Case  
Sheet 1

## UNITED STATES DISTRICT COURT

District Of South Dakota, Southern Division

UNITED STATES OF AMERICA

v.

Alphonso Rico Valdez, a/k/a "Rico"

## JUDGMENT IN A CRIMINAL CASE

Case Number: 4:12CR40130-1

USM Number: 57711-018

Jason J. Tupman

Defendant's Attorney

## THE DEFENDANT:

☒ pleaded guilty to count(s) 1 and 2 of the Superseding Indictment.☐ pleaded nolo contendere to count(s)  
which was accepted by the Court.☐ was found guilty on count(s)  
after a plea of not guilty.

The defendant is adjudicated guilty of these offenses:

<u>Title &amp; Section</u>	<u>Nature of Offense</u>	<u>Offense Ended</u>	<u>Count</u>
18 U.S.C. § 286	Conspiracy to Defraud the United States	May 2012	1s
18 U.S.C. § 1028A(a)(1)	Aggravated Identity Theft	May 2012	2s

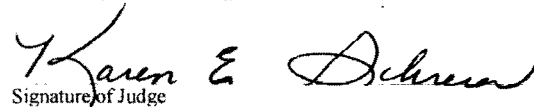
The defendant is sentenced as provided in this Judgment. The sentence is imposed pursuant to the statutory and constitutional authority vested in this Court.

☐ The defendant has been found not guilty on count(s)☐ Count(s) \_\_\_\_\_ ☐ is ☐ are dismissed on the motion of the United States.

It is ordered that the defendant must notify the United States attorney for this district within 30 days of any change of name, residence, or mailing address until all fines, restitution, costs, and special assessments imposed by this Judgment are fully paid. If ordered to pay restitution, the defendant must notify the Court and United States attorney of material changes in economic circumstances.

01/12/2015

Date of Imposition of Judgment



Signature of Judge

Karen E. Schreier, United States District Judge  
Name and Title of Judge


Date

AO 245B (Rev. 09/14) Judgment in Criminal Case  
Sheet 2 — Imprisonment

DEFENDANT: Alphonso Rico Valdez  
CASE NUMBER: 4:12CR40130-1

## IMPRISONMENT

- ☒ The defendant is hereby committed to the custody of the United States Bureau of Prisons to be imprisoned for a total term of: 37 months for Count 1 and 24 months for Count 2. The sentences are ordered to be served consecutively.
- ☒ The Court makes the following recommendations to the Bureau of Prisons:  
The defendant has been convicted of a nonviolent offense. The history of substance abuse indicates the defendant would be an excellent candidate for the Bureau of Prisons' substance abuse treatment program under 18 U.S.C. § 3621(e). It is recommended the defendant be allowed to participate in that program and, if successful, the term of incarceration be reduced accordingly. The court also recommends that the defendant be incarcerated at a facility close to Tampa, FL.
- ☐ The defendant is remanded to the custody of the United States Marshal.
- ☒ The defendant shall surrender to the United States Marshal for this district or the U.S. Bureau of Prisons as directed:
- ☒ at 12:00 ☐ a.m. ☒ p.m. on or before 02/16/2015
- ☐ as notified by the United States Marshal.
- ☐ The defendant shall surrender for service of sentence at the institution designated by the Bureau of Prisons:
- ☐ before 2 p.m. on
- ☐ as notified by the United States Marshal.
- ☐ as notified by the Probation or Pretrial Services Office.

## RETURN

I have executed this Judgment as follows:

Defendant delivered on \_\_\_\_\_ to \_\_\_\_\_  
at \_\_\_\_\_, with a certified copy of this Judgment.

UNITED STATES MARSHAL

By

DEPUTY UNITED STATES MARSHAL

AO 245B (Rev. 09/14) Judgment in a Criminal Case  
Sheet 3 — Supervised Release

DEFENDANT: Alphonso Rico Valdez  
CASE NUMBER: 4:12CR40130-1

### SUPERVISED RELEASE

Upon release from imprisonment, the defendant shall be on supervised release for a term of: 3 years for Count 1 and 1 year for Count 2, to be served concurrently.

The defendant must report to the probation office in the district to which the defendant is released within 72 hours of release from the custody of the Bureau of Prisons.

The defendant shall not commit another federal, state, or local crime.

The defendant shall not unlawfully possess a controlled substance. The defendant shall refrain from any unlawful use of a controlled substance. The defendant shall submit to one drug test within 15 days of release from imprisonment and at least two periodic drug tests thereafter, as determined by the Court.

- ☐ The above drug testing condition is suspended based on the Court's determination the defendant poses a low risk of future substance abuse. *(Check, if applicable.)*
- ☒ The defendant shall not possess a firearm, ammunition, destructive device, or any other dangerous weapon. *(Check, if applicable.)*
- ☒ The defendant shall cooperate in the collection of DNA as required by statute. *(Check, if applicable.)*
- ☐ The defendant shall comply with the requirements of the Sex Offender Registration and Notification Act as required by statute. *(Check, if applicable.)*
- ☐ The defendant shall participate in an approved program for domestic violence. *(Check, if applicable.)*

If this Judgment imposes a fine or restitution, it is a condition of supervised release that the defendant pay in accordance with the Schedule of Payments sheet of this Judgment.

The defendant must comply with the standard conditions that have been adopted by this Court, as well as with any additional conditions on the attached page.

### STANDARD CONDITIONS OF SUPERVISION

- 1) the defendant shall not leave the judicial district without the permission of the Court or probation officer;
- 2) the defendant shall report to the probation officer in a manner and frequency directed by the Court or probation officer;
- 3) the defendant shall answer truthfully all inquiries by the probation officer and follow the instructions of the probation officer;
- 4) the defendant shall support his or her dependents and meet other family responsibilities;
- 5) the defendant shall work regularly at a lawful occupation, unless excused by the probation officer for schooling, training, or other acceptable reasons;
- 6) the defendant shall notify the probation officer at least ten days prior to any change in residence or employment;
- 7) the defendant shall refrain from excessive use of alcohol and shall not purchase, possess, use, distribute, or administer any controlled substance or any paraphernalia related to any controlled substances, except as prescribed by a physician;
- 8) the defendant shall not frequent places where controlled substances are illegally sold, used, distributed, or administered;
- 9) the defendant shall not associate with any persons engaged in criminal activity and shall not associate with any person convicted of a felony, unless granted permission to do so by the probation officer;
- 10) the defendant shall permit a probation officer to visit him or her at any time at home or elsewhere and shall permit confiscation of any contraband observed in plain view of the probation officer;
- 11) the defendant shall notify the probation officer within seventy-two hours of being arrested or questioned by a law enforcement officer;
- 12) the defendant shall not enter into any agreement to act as an informer or a special agent of a law enforcement agency without the permission of the Court; and
- 13) as directed by the probation officer, the defendant shall notify third parties of risks that may be occasioned by the defendant's criminal record or personal history or characteristics and shall permit the probation officer to make such notifications and to confirm the defendant's compliance with such notification requirement.

AO 245B (Rev. 09/14) Judgment in a Criminal Case  
Conditions of Supervision

---

DEFENDANT: Alphonso Rico Valdez  
CASE NUMBER: 4:12CR40130-1

### **SPECIAL CONDITIONS OF SUPERVISION**

1. The defendant shall submit a sample of his blood, breath, or bodily fluids at the discretion or upon the request of the probation office.
2. The defendant shall participate in a program approved by and at the direction of the probation office for treatment of substance abuse.
3. The defendant shall provide the probation office with access to any requested financial information.
4. The defendant shall apply all monies received from income tax refunds, judgments, and any other anticipated or unexpected financial gains to the outstanding Court-ordered financial obligation.
5. The defendant shall not incur new credit charges or open additional lines of credit without the approval of the probation office unless the defendant is in compliance with any payment schedule established.

AO 245B (Rev. 09/14) Judgment in a Criminal Case  
Sheet 5 — Criminal Monetary Penalties

DEFENDANT: Alphonso Rico Valdez  
CASE NUMBER: 4:12CR40130-1

### CRIMINAL MONETARY PENALTIES

The defendant must pay the total criminal monetary penalties under the Schedule of Payments on Sheet 6.

	<u>Assessment</u>	<u>Fine</u>	<u>Restitution</u>
<b>TOTALS</b>	\$200.00	Waived	\$421,982.83

- ☐ The determination of restitution is deferred until  
*An Amended Judgment in a Criminal Case (AO 245C)* will be entered after such determination.
- ☒ The defendant must make restitution (including community restitution) to the following payees in the amount listed below.
- ☒ If the defendant makes a partial payment, each payee shall receive an approximately proportioned payment, unless specified otherwise in the priority order or percentage payment column below. However, pursuant to 18 U.S.C. § 3664(i), all nonfederal victims must be paid before the United States is paid.

<u>Name of Payee</u>	<u>Total Loss*</u>	<u>Restitution Ordered</u>	<u>Priority or Percentage</u>
Internal Revenue Service	\$421,116.00	\$421,116.00	
Diane Kabbas	\$500.00	\$500.00	
Russel and Iona Kubic	\$366.83	\$366.83	

<b>TOTALS</b>	\$421,982.83	<u>\$421,982.83</u>
---------------	--------------	---------------------

- ☐ Restitution amount ordered pursuant to Plea Agreement \$ \_\_\_\_\_
- ☐ The defendant must pay interest on restitution and a fine of more than \$2,500, unless the restitution or fine is paid in full before the fifteenth day after the date of the Judgment, pursuant to 18 U.S.C. § 3612(f). All of the payment options on Sheet 6 may be subject to penalties for delinquency and default, pursuant to 18 U.S.C. § 3612(g).
- ☒ The Court determined that the defendant does not have the ability to pay interest and it is ordered that:
- ☒ the interest requirement is waived for the ☐ fine ☒ restitution.
- ☐ the interest requirement for the ☐ fine ☐ restitution is modified as follows:

\* Findings for the total amount of losses are required under Chapters 109A, 110, 110A, and 113A of Title 18 for offenses committed on or after September 13, 1994, but before April 23, 1996.

AO245B (Rev. 09/14) Judgment in a Criminal Case  
Sheet 5 — Schedule of Payments

DEFENDANT: Alphonso Rico Valdez  
CASE NUMBER: 4:12CR40130-1

### SCHEDULE OF PAYMENTS

Having assessed the defendant's ability to pay, payment of the total criminal monetary penalties is due as follows:

- A** ☒ Lump sum payment of \$422,182.83 due immediately, balance due
- ☐ not later than \_\_\_\_\_, or
- ☒ in accordance with ☐ C, ☐ D, ☒ E, or ☐ F below; or
- B** ☐ Payment to begin immediately (may be combined with ☐ C, ☐ D, or ☐ F below); or
- C** ☐ Payment in equal \_\_\_\_\_ (e.g., weekly, monthly, quarterly) installments of \$ \_\_\_\_\_, to commence \_\_\_\_\_ (e.g., 30 or 60 days) after the date of this Judgment; or
- D** ☐ Payment in equal \_\_\_\_\_ (e.g., weekly, monthly, quarterly) installments of \$ \_\_\_\_\_, to commence \_\_\_\_\_ (e.g., 30 or 60 days) after release from imprisonment to a term of supervision; or
- E** ☒ Payment of the total restitution and other criminal monetary penalties shall be due in regular quarterly installments of \$25.00 or 25% of the deposits in the defendant's inmate trust account while the defendant is in custody, or 10% of the defendant's inmate trust account while serving custody at a Residential Reentry Center. Any portion of the monetary obligation(s) not paid in full prior to the defendant's release from custody shall be due in monthly installments of \$100, such payments to begin 60 days following the defendant's release.
- F** ☐ Special instructions regarding the payment of criminal monetary penalties:

Unless the Court has expressly ordered otherwise, if this Judgment imposes imprisonment, payment of criminal monetary penalties is due during imprisonment. All criminal monetary penalties, except those payments made through the Federal Bureau of Prisons' Inmate Financial Responsibility Program, are made to the Clerk of the Court.

The defendant shall receive credit for all payments previously made toward any criminal monetary penalties imposed.

- ☒ Joint and Several  
Defendant and Co-Defendant Names and Case Numbers (including defendant number), Total Amount, Joint and Several Amount, and corresponding payee, if appropriate.  
Charlie Frank Adams - 4:12CR40130-2 - \$421,982.83 (IRS, Diane Kabbas, and Russel and Iona Kubik)  
Raunta Stanislaus Ellison - 4:12CR40130-3 - \$421,982.83 (IRS, Diane Kabbas, and Russel and Iona Kubik)  
Jeremy Jamar Blount - 4:12CR40130-4 - \$421,982.83 (IRS, Diane Kabbas, and Russel and Iona Kubik)  
Melissa Dinataly - 4:12CR40130-5 - \$9,872.00 (IRS)  
Terry Liggins - 4:12CR40130-6 - \$340,401.83 (IRS, Diane Kabbas, and Russel and Iona Kubik)  
Nathan Singletary III - 4:12CR40130-10 - \$19,278.83 (IRS and Russel and Iona Kubik)  
Dametrius Turner - 4:12CR40130-11 - \$421,982.83 (IRS, Diane Kabbas, and Russel and Iona Kubik)  
And with any other convicted co-defendants not yet sentenced in 4:12CR40130
- ☐ The defendant shall pay the cost of prosecution.
- ☐ The defendant shall pay the following court cost(s):
- ☐ The defendant shall forfeit the defendant's interest in the following property to the United States:

Payments shall be applied in the following order: (1) assessment, (2) restitution principal, (3) restitution interest, (4) fine principal, (5) fine interest, (6) community restitution, (7) penalties, and (8) costs, including cost of prosecution and court costs.